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**FORM 1**  
**INDIVIDUAL ESTATE PROPERTY RECORD AND REPORT**  
**ASSET CASES**

Case No: 18-50946 LMJ  
Case Name: Product Quest Manufacturing, Llc

Judge: Lena M. James

Trustee Name: C. EDWIN ALLMAN, III, Trustee

Date Filed (f) or Converted (c): 10/31/2018 (c)

341(a) Meeting Date: 12/07/2018

For Period Ending: 09/30/2022

Claims Bar Date: 01/09/2019

1	2	3	4	5	6
Asset Description (Scheduled and Unscheduled (u) Property)	Petition/ Unscheduled Values	Est Net Value (Value Determined by Trustee, Less Liens, Exemptions, and Other Costs)	Property Formally Abandoned OA=554(a) DA=554(c)	Sale/Funds Received by the Estate	Asset Fully Administered (FA)/ Gross Value of Remaining Assets
1. Funds On Hand from Ch. 11 Operations (u)	Unknown	300,000.00		0.00	FA
2. 19.3 Raw Materials, Packaging	3,535,265.00	496,531.93		0.00	FA
3. 11.a. Accounts Receivable, 90 Days Old or Less, Retail	1,874,888.73	174,010.20		0.00	FA
4. 7.1 Deposits	64,930.34	20,398.99		0.00	FA
5. Refund for Unused Portion of D&O Policy (Willis of Texas, Inc.) (u)	Unknown	65,469.99		0.00	FA
6. 19.2 Raw Materials, Chemicals	4,848,496.10	918,868.82		0.00	FA
7. 3.1 Bank of America Depository (5747) Disbursement account used for paying bills; balance is zero above disbursements made for operating	2,739,361.78	0.00		0.00	FA
8. 3.2 Bank of America Disbursement (8917) Account closed; zero	0.00	0.00		0.00	FA
9. 3.3 Bank of America Payroll (8933) This account was closed preconversion.	36,365.45	0.00		0.00	FA
10. 3.4 Bank of America Petty Cash (8920) This account was closed preconversion.	0.00	0.00		0.00	FA
11. 3.5 Bank of America SBR (3190) This account was closed preconversion.	0.00	0.00		0.00	FA
12. Void (u)	0.00	N/A		0.00	FA
13. 8.1 Prepayments	479,480.52	493.41		0.00	FA
14. 11.a. Accounts Receivable, 90 Days Old or Less, Contract Zero Value	1,450,502.48	0.00		0.00	FA
15. 11.b. Accounts Receivable Over 90 Days Old, Contract Zero Value	230,368.61	0.00		0.00	FA

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16. 11.b. Accounts Receivable Over 90 Days Old, Retail	176,436.42	77,955.43		0.00	FA
17. 11.b. Accounts Receivable Over 90 Days Old, Technology Zero Value	14,191.67	0.00		0.00	FA
18. 19.1 Raw Materials, Bulk	2,033,038.90	211,932.20		0.00	FA
19. 20.0 Work In Progress  TRUSTEE VALUE FOR WORK IN PROGRESS IS ZERO. TRUSTEE IS SATISFIED THAT THIS IS A LIABILITY AND NOT AN ASSET.	168,018.10	0.00		0.00	FA
20. 21.1 Finished Goods - Contract  TRUSTEE VALUE IS ZERO. TRUSTEE IS SATISFIED THAT THIS IS A LIABILITY AND NOT AN ASSET.	5,220,888.20	0.00		0.00	FA
21. 21.2 Finished Goods - In Transit  TRUSTEE VALUE IS ZERO. TRUSTEE IS SATISFIED THAT THIS IS A LIABILITY AND NOT AN ASSET.	280,258.00	0.00		0.00	FA
22. 22.1 Other Inventory or Supplies, Excess & Obsolete Reserves	0.00	7,500.00		0.00	FA
23. 39.1 Office Furniture	29,773.39	3,103.70		0.00	FA
24. 40.1 Office Fixtures QC Office HVAC	1,321.33	137.74		0.00	FA
25. 41.0 Office equipment, computers, systems and softwares	171,459.01	17,873.58		0.00	FA
26. 47.0 Automobiles, vans, trucks, motorcycles, trailers, & titled farm vehicles	37,758.80	12,757.50		0.00	FA
27. 50.0 Other Machinery, fixtures & equipment	3,592,210.83	379,511.47		0.00	FA
28. 77.1 Other Property, Intercompany Debt (90 Days Old or Less)	92,101.33	0.00		0.00	FA
29. 77.2 Other property, Intercompany Debt (Over 90 Days)	434.27	0.00		0.00	FA
30. 60.0 Patents, Copyrights, Trademarks & Trade Secrets	Unknown	200,000.00		0.00	FA

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31. 63.1 Customer Lists, Mailing List & Other Compilations Zero Value	Unknown	0.00		0.00	FA
32. 65.0 Goodwill Zero Value	Unknown	0.00		0.00	FA
33. 74.0 Causes of Action Regan Adversary (20-6186) settled per Order #78.	Unknown	8,400,000.00		0.00	FA
34. United Rentals	Unknown	646.92		0.00	FA
35. SERVICE FEES FOR PICKUP OF CUSTOMER OWNED ITEMS (u)	Unknown	400.00		0.00	FA
36. SCRAP-REMOVAL OF SCRAP FROM REAL PROPERTY (METAL, ETC.) (u)	0.00	5,481.67		0.00	FA
37. FPL - REFUND FOR AMOUNTS PAID BY ESTATE FOR POWER (NON-COMPENSABLE) (u)	0.00	7,240.06		0.00	FA
38. WRIGHT FLOOD-Refund for Insurance Cancellations (Not Scheduled) NONCOMPENSABLE (u) NONCOMPENSABLE	Unknown	2,975.00		0.00	FA
39. FPL - REFUND FOR AMOUNTS PAID BY ESTATE FOR GAS (NON-COMPENSABLE) (u)	Unknown	723.68		0.00	FA
40. Refunds for Cancellation of Insurance Paid Post Petition (non- compensable) (u)	Unknown	83,501.34		0.00	FA
41. COMPASS GROUP LOCKBOX REFUND (u)	0.00	432.00		0.00	FA
42. Overpayment of Various Taxes (u)	0.00	82.50		0.00	FA
43. Section 547 Recoveries (u) All collectible preferences have been settled.	0.00	929,522.90		0.00	929,522.90
44. SEC DEPOSIT REFUND (u)	Unknown	2,110.99		0.00	FA

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45. CH. 7 Trustee's Bond Refund (Non-Compensable) (u) Refund of Chapter 7 Trustee's Bond	Unknown	2,123.00		0.00	FA

TOTALS (Excluding Unknown Values)

\$27,077,528.26

\$12,321,785.02

Gross Value of Remaining Assets

\$0.00 \$929,522.90

(Total Dollar Amount in Column 6)

Major activities affecting case closing which are not reflected above, and matters pending, date of hearing or sale, and other action:

SIXTEENTH INTERIM REPORT (3RD QUARTER 2022)

During the preceding quarter the reps and warranties litigation undertaken by Madison Capital was concluded with an arbitration award. All estate assets have now been liquidated and reduced to cash.

Based on liquidation results and cash on hand, it is the Trustee's opinion that there will be sufficient funds with which to pay all administrative costs, all allowed Section 503(b)(9) claims, and at least a significant portion of employee wage claims. The Trustee's view may not be shared by Madison Capital which holds a super priority claim in this case and in the companion case of EI LLC (18-50945).

Progress continues to be made toward a resolution of the WARN Act adversary proceeding (Adversary Proceeding 18-6028). The Trustee fully expects that a settlement will be reached and appropriate motions filed during the upcoming reporting period.

The Trustee has now begun the process of filing claim objections to priority claims. An objection to the priority claim of the IRS filed in EI LLC (18-50945) resulted in an amended claim of zero being filed by the IRS. The claim objection process will continue and should be largely completed by year's end.

The Trustee has begun discussions with Madison Capital regarding a reasonable resolution of its super priority claim. In the event that these discussions do not bear fruit, it will be necessary for the court to determine the extent of such claim.

During the upcoming period, the Trustee intends to diligently work toward concluding this case and being in a position to file a Final Report during the first or second quarter of 2023.

THIS COMPANY'S 401(K) HAS BEEN TERMINATED. PAYCHECK RETIREMENT SERVICES WIRED REMAINING 401(K) FUNDS TO THE FOLLOWING COMPANY - ANY PARTICIPANT WHO DID NOT RECEIVE A DISTRIBUTION OF THEIR FUNDS SHOULD CONTACT:

MG Trust Company d/b/a Matrix Trust Company  
717 17th Street, Suite 1300  
Denver, Colorado 80202  
Phone: 1-888-947-3472

Initial Projected Date of Final Report (TFR): 12/21/2020

Current Projected Date of Final Report (TFR): 08/01/2023

Trustee Signature: /s/ C. EDWIN ALLMAN, III, Trustee

Date: 10/06/2022

C. EDWIN ALLMAN, III, Trustee  
380 KNOLLWOOD ST., STE. 700  
WINSTON-SALEM NC 27103  
(336) 631-1433  
ceallman@allmanspry.com

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**FORM 2**  
**ESTATE CASH RECEIPTS AND DISBURSEMENTS RECORD**

Case No: 18-50946

Trustee Name: C. EDWIN ALLMAN, III, Trustee

Case Name: Product Quest Manufacturing, LLC

Bank Name: Union Bank

Account Number/CD#: XXXXXX0906

Checking

Blanket Bond (per case limit): \$600,000.00

Taxpayer ID No: XX-XXX4401  
For Period Ending: 09/30/2022

Separate Bond (if applicable):

1	2	3	4		5	6	7
Transaction Date	Check or Reference	Paid To / Received From	Description of Transaction	Uniform Tran. Code	Deposits (\$)	Disbursements (\$)	Account/CD Balance (\$)
			Balance Forward				\$0.00
		No Transactions					\$0.00

COLUMN TOTALS	\$0.00	\$0.00
Less: Bank Transfers/CD's	\$0.00	\$0.00
Subtotal	\$0.00	\$0.00
Less: Payments to Debtors	\$0.00	\$0.00
Net	\$0.00	\$0.00

Page Subtotals:

\$0.00

\$0.00

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**FORM 2**  
**ESTATE CASH RECEIPTS AND DISBURSEMENTS RECORD**

Case No: 18-50946

Trustee Name: C. EDWIN ALLMAN, III, Trustee

Case Name: Product Quest Manufacturing, LLC

Bank Name: Axos Bank

Account Number/CD#: XXXXX0071

Checking

Blanket Bond (per case limit): \$600,000.00

Separate Bond (if applicable):

Taxpayer ID No: XX-XXX4401

For Period Ending: 09/30/2022

1	2	3	4		5	6	7
Transaction Date	Check or Reference	Paid To / Received From	Description of Transaction	Uniform Tran. Code	Deposits (\$)	Disbursements (\$)	Account/CD Balance (\$)
			Balance Forward				\$6,845,719.86
07/01/22		Axos Bank	Bank Service Fee under 11 U.S.C. § 330(a)(1)(B), 503(b)(1), and 507(a)(2)	2600-000		\$2,136.99	\$6,843,582.87
07/13/22	2052	Archive Information Management 1959 N. Peace Haven Road, Suite 189 Winston-Salem, NC 27106	INVOICE #0110864	2410-000		\$34.75	\$6,843,548.12
08/01/22		Axos Bank	Bank Service Fee under 11 U.S.C. § 330(a)(1)(B), 503(b)(1), and 507(a)(2)	2600-000		\$2,208.22	\$6,841,339.90
08/16/22	2053	Archive Information Management, Inc. 1959 N. Peace Haven Road, Suite 189 Winston-Salem, NC 27106	Invoice #0111097	2410-000		\$34.75	\$6,841,305.15
09/01/22		Axos Bank	Bank Service Fee under 11 U.S.C. § 330(a)(1)(B), 503(b)(1), and 507(a)(2)	2600-000		\$2,208.22	\$6,839,096.93
09/07/22	2054	Archive Information Management, Inc. 1959 N. Peace Haven Road, Suite 189 Winston-Salem, NC 27106	Invoice #0111343	2410-000		\$34.75	\$6,839,062.18
09/28/22	2055	International Sureties, Ltd. 701 Poydras Street, Suite 420 New Orleans, LA 70139	Bond #016233593 Term of 10/20/22 to 10/20/23	2300-000		\$8,000.00	\$6,831,062.18

COLUMN TOTALS	\$0.00	\$14,657.68
Less: Bank Transfers/CD's	\$0.00	\$0.00
Subtotal	\$0.00	\$14,657.68
Less: Payments to Debtors	\$0.00	\$0.00
Net	\$0.00	\$14,657.68

Page Subtotals: \$0.00 \$14,657.68

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TOTAL OF ALL ACCOUNTS			
		NET	ACCOUNT
	NET DEPOSITS	DISBURSEMENTS	BALANCE
XXXXXX0071 - Checking	\$9,723,162.22	\$4,847,913.79	\$6,831,062.18
XXXXXX0906 - Checking	\$2,598,622.80	\$642,809.05	\$0.00
	<u>\$12,321,785.02</u>	<u>\$5,490,722.84</u>	<u>\$6,831,062.18</u>
	(Excludes account transfers)	(Excludes payments to debtors)	Total Funds on Hand
Total Allocation Receipts:	\$0.00		
Total Net Deposits:	\$12,321,785.02		
<u>Total Gross Receipts:</u>	<u>\$12,321,785.02</u>		

Trustee Signature: /s/ C. EDWIN ALLMAN, III, Trustee Date: 10/06/2022

C. EDWIN ALLMAN, III, Trustee  
 380 KNOLLWOOD ST., STE. 700  
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 (336) 631-1433  
 ceallman@allmanspry.com

Page Subtotals:

\$0.00

\$0.00